

6901 Dept Of Public Health & Human Services					690102 Human And Community Services			
Revised Executive Budget Comparison Table								
R02 Budget Version	Base	Approp	Budgeted	Budgeted	Biennium	Biennium	Biennial	Biennial
Budget Item	FY 2008	FY 2009	FY 2010	FY 2011	FY 2008-09	FY 2010-11	Change	Percent
Personal Services	20,996,536	22,962,650	22,001,312	22,301,898	43,959,186	44,303,210	344,024	0.8%
Operating Expenses	6,546,411	5,948,093	7,160,322	7,163,984	12,494,504	14,324,306	1,829,802	14.6%
Equipment & Intangible Assets	90,587	44,506	90,587	90,587	135,093	181,174	46,081	34.1%
Capital Outlay	-	175,067	-	-	175,067	-	(175,067)	-100.0%
Grants	18,982,880	19,992,513	21,344,880	21,350,880	38,975,393	42,695,760	3,720,367	9.6%
Benefits & Claims	161,658,613	186,264,135	185,028,077	193,796,755	347,922,748	378,824,832	30,902,084	8.9%
Transfers	-	-	-	-	-	-	-	0.0%
Total Costs	208,275,027	235,386,964	235,625,178	244,704,104	443,661,991	480,329,282	36,667,291	8.3%
General Fund	30,521,552	31,497,583	31,856,885	32,719,800	62,019,135	64,576,685	2,557,550	4.1%
State/other Special Rev. Funds	1,211,152	1,401,037	1,276,553	1,277,914	2,612,189	2,554,467	(57,722)	-2.2%
Federal Spec. Rev. Funds	176,542,323	202,488,344	202,491,740	210,706,390	379,030,667	413,198,130	34,167,463	9.0%
Total Funds	208,275,027	235,386,964	235,625,178	244,704,104	443,661,991	480,329,282	36,667,291	8.3%

The Human and Community Services Division Presented in the Governor's Budget on December 15, 2008

This addendum reflects the changes made to the budget for the Human and Community Services Division as analyzed in the January 2009 Legislative Budget Analysis, Volume 4, which was based upon the November 15, 2008 executive budget submission.

The total funding for the division increases 8.3 percent when the 2009 and 2011 biennia are compared. The November 15, 2008 budget included an 8.97 percent increase when the 2009 and 2011 biennia are compared. The 0.67 percent reduction between the two executive budgets is due to changes to present law adjustments and new proposals that were in the Governor's November 15, 2008 budget.

Changes or Additions

The following tables and narrative discuss the differences between the November 15, 2008 and the December 15, 2008 budgets.

The Executive Budget Reconciliation table on the following page shows the November 15th budget submission and the executive budget revisions. The top section of the table shows the November 15, 2008 executive submission and the total revised amounts from the December 15th budget. The middle and bottom sections of the table list the specific revisions by present law and then new proposals. LFD staff discussion follows this table.

The final table is the entire list of present law and new proposal requests included in the Governor's December, 15, 2008 budget.



6901 Dept Of Public Health & Human Services Executive Budget Reconciliation			690102 Human And Community Services			
	General Fund FY 2010	General Fund FY 2011	General Fund FY 2010-11	Total Funds FY 2010	Total Funds FY 2011	Total Funds FY 2010-11
<i>Calculation of Executive Budget (Nov. 15, 2008)</i>						
FY 2008 Base	30,521,552	30,521,552	61,043,104	208,275,027	208,275,027	416,550,054
Statewide Present Law Adjustments	651,124	689,948	1,341,072	1,377,021	1,461,299	2,838,320
Other Present Law Adjustments	1,243,414	2,683,708	3,927,122	24,448,571	34,104,631	58,553,202
New Proposals	325,000	325,000	650,000	2,754,699	2,754,798	5,509,497
Original Executive Budget	32,741,090	34,220,208	66,961,298	236,855,318	246,595,755	483,451,073
Revised Executive Budget	31,856,885	32,719,800	64,576,685	235,625,178	244,704,104	480,329,282
<i>Executive Budget Revisions (Dec. 15, 2008)</i>						
PL020006 OPA Offices and Central Office Rent Increases	43,286	3,201	46,487	88,537	6,550	95,087
PL07101 Fuel Inflation Reduction	(894)	(1,025)	(1,919)	(15,425)	(17,705)	(33,130)
Present Law Total	42,392	2,176	44,568	73,112	(11,155)	61,957
NP020018 Montana Hunger Reduction OTO	(125,000)	(125,000)	(250,000)	(125,000)	(125,000)	(250,000)
NP020019 Low-Income Energy Assistance Program (LIEAP) OT	(200,000)	(200,000)	(400,000)	(200,000)	(200,000)	(400,000)
NP020020 Reduction of Child Care Market Rate Increase	(280,925)	(855,745)	(1,136,670)	(280,925)	(855,745)	(1,136,670)
NP08101 Increasing 4% Vacancy Savings to 7%	(320,672)	(321,839)	(642,511)	(697,327)	(699,751)	(1,397,078)
New Proposal Total	(926,597)	(1,502,584)	(2,429,181)	(1,303,252)	(1,880,496)	(3,183,748)
Total All Decision Packages	(884,205)	(1,500,408)	(2,384,613)	(1,230,140)	(1,891,651)	(3,121,791)

Present Law Adjustments

PL 20006 - Page B- 45 of the January 2009 Legislative Budget Analysis, Volume 4

DP 20006 - Office of Public Assistance Offices and Central Office Rent Increase - The December 15, 2008 Governor's budget includes a total fund increase of \$95,087 to DP 20006. The increase comprises \$46,487 general fund, \$485 state special revenue, and \$48,115 federal funds, and is primarily to account for a higher square footage rate of \$23.13 in FY 2010 and \$23.36 in FY 2011 for 26 local division employees at the new South Pointe building in Helena.

The total executive request is nearly \$679,035 over the biennium for increases in rent of non-Department of Administration office space. Offices in 22 counties will have rental increases in accordance with established lease agreements. Funding at this level allows the department to maintain the leases that are currently under contract and provides the infrastructure for the department to meet its mission.

LFD ISSUE

All Rent Costs May not be Needed

One component of the rent request is \$378,764 over the biennium for staff that will ultimately move to the new South Pointe building in Helena. This amount is essentially a place holder at this time because the staff is scheduled to relocate to a new building that is not yet built. The increase is based on a July 2009 move, but the actual date is uncertain. This amount also includes \$81,900 for furniture, telephones, and telephone jacks and wiring associated with the move into the new building.

Options the legislature may wish to consider:

- Restricting the \$378,764 of the request to be expended only on payment of rent for the individuals scheduled to move into South Pointe offices to ensure the funds are not spent on other items if they are unused
- Designating the \$81,900 request for communications equipment as one-time-only so that amount does not



go into the base, and restricting the amount to ensure the funds are not spent on other items if they are unused

If there is not a move to South Pointe and the employees remain at Northgate, the request for that component would be \$258,012 and the rent request for the biennium would be \$603,558. The increases for the rental contract for Northgate building are \$11,616 in FY 2010 and \$19,914 in FY 2011 based upon about \$15 per square foot.

DP 7101 – Fuel Inflation Reduction – This request would reduce funding for gasoline and diesel by the amount that these two expenditure categories were increased in the statewide present law adjustment for inflation. The effect is to apply no inflation adjustment to these two expenditure categories. The total reduction for the biennium for the Human and Community Services Division is \$1,919 general fund, \$5 state special revenue, and \$31,206 federal revenue.

New Proposals

Eliminated from the November 15, 2008 Budget

Page B-55 of the January 2009 Legislative Budget Analysis, Volume 4

NP 20018 – Montana Hunger Reduction OTO - \$250,000 reduction to the general fund

NP 20019 - Low-Income Energy Assistance OTO - \$400,000 reduction to the general fund

Reduction to the November 15, 2008 Budget

Page B-58 of the January 2009 Legislative Budget Analysis, Volume 4

NP 20020 – Reduction of Child Care Market Rate Increase – This request reduces PL 20002, which addresses the three components of the child care match. As noted in the table on page B-58, the market rate component is \$1.1 million of the original \$3 million request. The original market rate increase has been eliminated congruent with the elimination of provider rate increases throughout all divisions of DPHHS. The total request for a child care increase is now \$2,043,882.

New to the November 15, 2008 Budget

NP 8101 – Increasing 4% Vacancy Savings To 7% - This request would add an additional 3 percent per year to the 4 percent personal services vacancy savings reduction contained in the statewide present law adjustment. The proposal decreases the general fund by \$642,511 over the biennium, with decreases of \$5,881 and \$748,686 to state special revenue and federal revenue, respectively. Vacancy savings are discussed on page B-34 and B-35 of the January 2009 Legislative Budget Analysis, Volume 4

List of All Decision Packages

The table on page 4 is the entire list of present law and new proposal requests included in the Governor's December, 15, 2008 budget.



6901 Dept Of Public Health & Human Services				690102 Human And Community Services		
<i>Executive Budget Revisions (Dec. 15, 2008)</i>	General Fund	General Fund	General Fund	Total Funds	Total Funds	Total Funds
Decision Package	FY 2010	FY 2011	FY 2010-11	FY 2010	FY 2011	FY 2010-11
PL020001 Child and Adult Care Food Program PL Adj	-	-	-	500,000	750,000	1,250,000
PL020002 Child Care FPI, Market Rate, Caseload, Inc.	949,321	2,231,230	3,180,551	949,321	2,231,230	3,180,551
PL020005 TANF Cash Benefit Increase	-	-	-	1,800,235	2,342,084	4,142,319
PL020006 OPA Offices and Central Office Rent Increases	177,184	154,796	331,980	362,413	316,622	679,035
PL020007 Field Eligibility Staff Increase	146,995	287,683	434,678	317,306	587,672	904,978
PL020008 SNAP/Food Stamp Benefits	-	-	-	19,101,129	26,358,501	45,459,630
PL020011 Child Care for Working Caretaker Relatives	-	-	-	466,704	485,072	951,776
PL020015 IHSB Present Law Increases	-	-	-	1,010,000	1,010,000	2,020,000
PL020018 Restore Overtime/Holidays Worked	13,200	13,200	26,400	30,000	30,000	60,000
PL07101 Fuel Inflation Reduction	(894)	(1,025)	(1,919)	(15,425)	(17,705)	(33,130)
Present Law Total	1,285,806	2,685,884	3,971,690	24,521,683	34,093,476	58,615,159
NP020004 Child Care Administration	-	-	-	52,693	52,764	105,457
NP020009 TANF Second-Chance Homes	-	-	-	300,000	300,000	600,000
NP020013 IHSB Contract Monitoring and Preparation	-	-	-	77,006	77,034	154,040
NP020017 Family Economic Security Grant Program	-	-	-	2,000,000	2,000,000	4,000,000
NP020020 Reduction of Child Care Market Rate Increase	(280,925)	(855,745)	(1,136,670)	(280,925)	(855,745)	(1,136,670)
NP08101 Increasing 4% Vacancy Savings to 7%	(320,672)	(321,839)	(642,511)	(697,327)	(699,751)	(1,397,078)
New Proposal Total	(601,597)	(1,177,584)	(1,779,181)	1,451,447	874,302	2,325,749
Total All Decision Packages	684,209	1,508,300	2,192,509	25,973,130	34,967,778	60,940,908

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Revised Executive Budget Comparison Table****690102 Human And Community Services**

R02 Budget Version Budget Item	Base FY 2008	Approp FY 2009	Budgeted FY 2010	Budgeted FY 2011	Biennium FY 2008-09	Biennium FY 2010-11	Biennial Change	Biennial Percent
Personal Services	20,996,536	22,962,650	22,001,312	22,301,898	43,959,186	44,303,210	344,024	0.8%
Operating Expenses	6,546,411	5,948,093	7,160,322	7,163,984	12,494,504	14,324,306	1,829,802	14.6%
Equipment & Intangible Assets	90,587	44,506	90,587	90,587	135,093	181,174	46,081	34.1%
Capital Outlay	-	175,067	-	-	175,067	-	(175,067)	-100.0%
Grants	18,982,880	19,992,513	21,344,880	21,350,880	38,975,393	42,695,760	3,720,367	9.6%
Benefits & Claims	161,658,613	186,264,135	185,028,077	193,796,755	347,922,748	378,824,832	30,902,084	8.9%
Transfers	-	-	-	-	-	-	-	0.0%
Total Costs	208,275,027	235,386,964	235,625,178	244,704,104	443,661,991	480,329,282	36,667,291	8.3%
General Fund	30,521,552	31,497,583	31,856,885	32,719,800	62,019,135	64,576,685	2,557,550	4.1%
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NP020020 Reduction of Child Care Market Rate Increase	(280,925)	(855,745)	(1,136,670)	(280,925)	(855,745)	(1,136,670)
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690102 Human And Community Services

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PL020015 IHSB Present Law Increases	-	-	-	1,010,000	1,010,000	2,020,000
PL020018 Restore Overtime/Holidays Worked	13,200	13,200	26,400	30,000	30,000	60,000
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